## LEGISLATURE OF NEBRASKA

## NINETY-EIGHTH LEGISLATURE

## FIRST SESSION

## LEGISLATIVE BILL 73

Introduced by Cunningham, 40; Byars, 30; Jensen, 20; Price, 26

Read first time January 9, 2003

Committee: Health and Human Services

A BILL

- 1 FOR AN ACT relating to public health and welfare; to adopt the
- 2 Outpatient Surgical Procedures Data Act.
- 3 Be it enacted by the people of the State of Nebraska,

1 Section 1. Sections 1 to 9 of this act shall be known

- 2 and may be cited as the Outpatient Surgical Procedures Data Act.
- 3 Sec. 2. The purposes of the Outpatient Surgical
- 4 Procedures Data Act are to:
- 5 (1) Establish an information data base for patients,
- 6 health professionals, ambulatory surgical centers, hospitals, the
- 7 health and human services system, and other interested parties;
- 8 (2) Improve the appropriate and efficient usage of
- 9 outpatient surgical procedures; and
- 10 (3) Designate the department as the public health
- 11 authority for the acquisition and dissemination of data from
- 12 appropriate sources to carry out the purposes of the act.
- 13 Sec. 3. For purposes of the Outpatient Surgical
- 14 Procedures Data Act:
- 15 (1) Charity care means the value of outpatient surgical
- 16 procedures performed with no expectation of payment, excluding
- 17 contractual allowances and bad debt as defined by the American
- 18 Institute of Certified Public Accountants;
- 19 (2) Department means the Department of Health and Human
- 20 Services Regulation and Licensure;
- 21 (3) Medicaid means the medical assistance program
- 22 established under sections 68-1018 to 68-1025;
- 23 (4) Medicare means the Health Insurance for the Aged Act,
- 24 Title XVIII of the Social Security Amendments of 1965, as amended,
- 25 42 U.S.C. 1395 et seq.;
- 26 (5) Other public source means any program funded through
- 27 government funds, except medicare and medicaid;
- 28 (6) Outpatient surgical procedures means surgical

1 procedures provided to patients who do not require inpatient

- 2 hospitalization;
- 3 (7) Patient served means a patient with one or more
- 4 outpatient surgical procedures performed during a visit;
- 5 (8) Primary payor means the payor that is expected to be
- 6 responsible for the largest percentage of the patient's current
- 7 bill and includes medicaid, medicare, private payor, self-pay, and
- 8 other public or private sources;
- 9 (9) Private payor means an insurance or indemnity health
- 10 care plan, employer self-funded plan, or other organizations'
- 11 self-funded plans;
- 12 (10) Self-pay means payment directly by the patient,
- 13 guarantor, relative, or friend who does not have a private payor,
- 14 other public source, medicaid, or medicare coverage; and
- 15 (11) Surgical procedure means a procedure outlined in the
- 16 surgery section of a medical data code set.
- 17 Sec. 4. Any facility licensed as an ambulatory surgical
- 18 center or as a hospital under the Health Care Facility Licensure
- 19 Act and providing outpatient surgical procedures shall submit to
- 20 the department a verified report in a form specified in
- 21 regulations, no later than April 1 of each year, containing at
- 22 least the following information for the previous calendar year:
- 23 (1) The name of the reporting facility;
- 24 (2) The total number of patients served;
- 25 (3) The number of patients reported by the patient's
- 26 county and state of residence;
- 27 (4) A listing of the twenty most frequently provided
- 28 outpatient surgical procedures performed by the hospital or

1 ambulatory surgical center, including the number of persons served

- 2 for each listed procedure. Any hospital or ambulatory surgical
- 3 center which provides fewer than twenty outpatient surgical
- 4 procedures in the reporting period shall provide a listing of the
- 5 most commonly provided outpatient surgical services, including the
- 6 number of persons served for each listed procedure and shall
- 7 disclose the circumstances for such limited data;
- 8 (5) The number of patients served reported by primary
- 9 payor;
- 10 (6) The number of patients served and the total or
- 11 aggregate value of outpatient surgical procedures provided as
- 12 charity care; and
- 13 (7) Any additional health statistical and health status
- 14 information concerning outpatient surgical procedures that does not
- 15 identify the patient as may be voluntarily reported by the
- 16 facility.
- 17 If the data required under this section is already
- 18 reported in electronic form to another organization or government
- 19 agency, such data shall be obtained from such organization or
- 20 agency and no duplicate report of such data shall be required from
- 21 the reporting hospital or ambulatory surgical center.
- 22 Sec. 5. In order to provide timely information, the
- 23 department may require the data to be provided electronically in
- 24 accordance with physical specifications, format, and record layout
- 25 prescribed in rules and regulations.
- Sec. 6. The department shall:
- 27 (1) Compile and publish a statistical report annually
- 28 containing information from the outpatient surgical procedures data

1 base in order to provide accessible information useful to

- 2 physicians, medical personnel, researchers, communities, and the
- 3 public;
- 4 (2) Comply with all necessary requirements in order to
- 5 obtain funds or grants;
- 6 (3) Coordinate with registries and other data bases to
- 7 the extent feasible;
- 8 (4) Consult with medical professionals and health
- 9 information management professionals in formulating plans and
- 10 policies relating to the outpatient surgical procedures data base;
- 11 (5) Adopt and promulgate rules and regulations to
- 12 implement the Outpatient Surgical Procedures Data Act; and
- 13 (6) When requested, use the negotiated rule making
- 14 process to implement the act.
- 15 Sec. 7. The department shall, within ninety days after
- 16 the beginning of each fiscal year, estimate the total amount of the
- 17 department's costs under the Outpatient Surgical Procedures Data
- 18 Act for that fiscal year for data collection, data base development
- 19 and maintenance, generation of data files and standard reports, and
- 20 orientation and training. On or before November 15 of each year,
- 21 the department shall assess against each hospital and ambulatory
- 22 surgical center required to report data a portion of such estimated
- 23 total costs for that fiscal year, which estimated total cost has
- 24 been reduced by the estimated total to be received from legislative
- 25 appropriations and other sources for purposes of administration of
- 26 the act during the fiscal year and the unencumbered balance of the
- 27 amount received for purposes of administration of the act from the
- 28 prior fiscal year. Each hospital and ambulatory surgical center

1 shall pay the assessment to the department within sixty days after

- 2 receipt of the assessment.
- 3 The department shall collect a fee from any person
- 4 requesting a special report, which fee shall not exceed the
- 5 reasonable cost of preparing the report, including, but not limited
- 6 to, the cost of data retrieval and data processing.
- 7 All money collected under the act shall be remitted to
- 8 the State Treasurer for credit to the Outpatient Surgical
- 9 Procedures Data Cash Fund.
- 10 Sec. 8. If any facility licensed as an ambulatory
- 11 surgical center or a hospital fails to comply with the reporting
- 12 requirements of section 4 of this act or pay its assessment under
- 13 section 7 of this act, the department may impose a late fee of up
- 14 to one hundred dollars per day for each day the filing of any
- 15 report or payment of the assessment is delayed. No late fee shall
- 16 be imposed if an extension is granted in accordance with the rules
- 17 and regulations of the department. Late fees shall be assessed and
- 18 may be recovered in a civil action brought in the name of the
- 19 people of the State of Nebraska by the department. Assessment of a
- 20 late fee may, at the request of the ambulatory surgical center or
- 21 hospital, be reduced or waived for good cause. The department may
- 22 inspect and audit the records of any ambulatory surgical center or
- 23 hospital during the regular business hours of the center or
- 24 hospital for the limited purpose of verification of data required
- 25 to be reported under the Outpatient Surgical Procedures Data Act.
- 26 Sec. 9. The Outpatient Surgical Procedures Data Cash
- 27 Fund is created. The fund shall consist of money credited to it
- 28 pursuant to section 7 of this act and any money appropriated by the

1 Legislature to carry out the Outpatient Surgical Procedures Data

- 2 Act. Any money in the fund available for investment shall by
- 3 invested by the state investment officer pursuant to the Nebraska
- 4 Capital Expansion Act and the Nebraska State Funds Investment Act.